GOVERNMENT OF ANDHRA PRADERSH
ABSTRACT

Infrastructure & Investment Department – Nomination of INCAP as Nodal Agency to deal with all the matters pertaining to National Monetization Pipeline(NMP) in the State- Orders – Issued.

- -

INFRASTRUCTURE & INVESTMENT (AIRPORTS) DEPARTMENT

G.O.RT.No. 13 Dated: 30-03-2021.

Read the following: -

1. G.O.Rt.No.34 I&I (Airports) Dept., dated 06.10.2020.
2. From the CEO, NITI Aayog, New Delhi D.O.No. N-14070/14/2020-PPPAU, Dated: 25-02 2021.

****

ORDER:

In the reference 1st read above, Infrastructure Corporation of AP (INCAP) has been nominated as Nodal Agency to deal with all the matters pertaining to National Infrastructure Pipeline Projects in the State of AP.

2. In the letter 2nd read above, CEO, NITI Aayog New Delhi has stated that Union Budget 2021 has laid a significant thrust on Asset Monetization of operating Public infrastructure assets as a critical financing option for new infrastructure creation. Honourable PM has further set a clear vision and roadmap for Asset Monetization for the coming financial year FY 21-22. States UTs too have a significant potential asset base comprising of State Highways & expressways. Transmission towers, distribution entities, power generation, minor ports, state airports, waterways, jetties and multi-modal terminals, logistics parks, bus terminals, sports stadiums, warehouses, rental earning assets etc. that can be leveraged for mobilizing capital for new infrastructure creation. During the 6th Governing Council meeting, it was discussed that NITI Aayog will provide end to end support on Asset Monetization and Disinvestment to States / UTs in identifying structuring and roll-out of transactions.

3. With the above objective, NITI Aayog was organizing a "National Workshop for Asset Monetization and Disinvestment" for the States / UTs desirous of monetizing brownfield infrastructure assets and undertaking disinvestment of state level PSEs. The workshop was held virtually on March 9th 2021. The following are the key points of the meeting.

a. The meeting stressed the importance of Asset Monetization and Disinvestment for mobilising capital for new infrastructure creation.
b. The potential asset base comprises of State Highways & expressways, Transmission towers, distribution entities, power generation, minor ports, state airports, waterways, jetties and multi-modal terminals, logistic parks, bus terminals, sports stadiums, warehouses, rental earning assets etc.

c. NITI Aayog will provide end to end support on Asset Monetization and Disinvestment to States / UTs in identifying, structuring and roll-out of transactions.
d. GOI plans to keep its minimum presence in four key areas: (a) Atomic Energy, Space, Defence; (b) Telecom & Transport; (c) Energy – Power, Petrol, Coal; (d) Financial Sector, Insurance and Banking.
e. Developmental Finance Institution is planned to make more money available for long term infra projects. Private DFI's are also welcome.
f. There are lot of idle assets. Unlocking the value is very much needed.
g. Asset Monetization has unique challenges, which needs to be overcome by concerted efforts of both Central and State governments.
h. Asset Monetization can use the various PPP Models like, TOT, OMT, SPV.
i. Asset Monetization also explores the options of privatization, merger, demerger, closure.
j. Law and order support from State's is very important. Support also needed in removal of encumbrances, removal of encroachments, timely change of land use, facilitating of NOC. This will give win-win situation for both Central and States Governments.
k. The meeting talked about cohesion between Asset Monetization & Disinvestment and National Infrastructure Pipeline Projects.
l. The meeting also stressed the importance of appointment of Nodal Officer by the States for Asset Monetization.

4. Government after careful examination hereby nominate Infrastructure Corporation of AP (INCAP) as Nodal Agency to deal with all the matters pertaining to National Monetization Pipeline(NMP) in the State.

5. The Vice Chairman& Managing Director, Infrastructure Corporation of AP, Vijayawada shall take necessary action accordingly.

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF ANDHRA PRADESH)

R. KARIKAL VALAVEN
SPECIAL CHIEF SECRETARY TO GOVERNMENT

To
The Vice Chairman& Managing Director, Infrastructure Corporation of AP, Vijayawada.
All the Spl.C.S., /Prl.Secy., /Secy., to Government.
All the HoDs/Corporations.
(C.No.INI01-INAP/5/2021-Airports (Comp.No.1381166).

//FORWARDED BY ORDER//

SECTION OFFICER